COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

* * * * *

In the Matter of:

THE TARIFF APPLICATION OF (COLUMBIA GAS OF KENTUCKY, INC., CASE NO. TO ESTABLISH A VARIABLE PRICING (COLUMBIA GAS TARIFF (COLUMBIA GAS

ORDER

IT IS ORDERED that Columbia Gas of Kentucky, Inc. ("Columbia") shall file an original and 7 copies of the following information with the Commission within 20 days of receipt of this data request. All copies shall be placed in a bound volume and appropriately indexed.

- 1. In the rate schedule for AFDS-2, the floor charge is stated as the commodity charge plus ten cents (10¢) plus allowance for taxes and the ceiling price shall be at a rate no greater than the applicable rate under Buyers applicable rate schedule.
 - a. As commodity costs are to be collected through the applicable monthly rate, how are the other gas costs such as demand to be collected?
 - b. What is the 10¢ and how was this determined?
 - c. Explain in detail how the applicable rate for any month is established. Provide an example.

- d. Why is the commodity charge only to be filed monthly with this Commission and not the monthly applicable rate and the floor charge?
- e. What taxes are included in the allowance for taxes in the floor charge?
- 2. Regarding the AFDS Credit Adjustment furnish the following.
 - a. Explain in detail the calculation of the AFDS credit adjustment and provide an example of the calculation.
 - b. Can the AFDS Credit Adjustment be activated within one year after the last general rate case? If No Why?
- 3. Explain the details of allocating gas usuage to AFDS and other rate schedules, not separately metered, per section (d) of Avaitability.
- 4. How many current customers qualify for tariff AFDS-2?
- 5. How many customers will make provisions to qualify for the tariff?
- 6. How many former customers will Columbia regain by this tariff?
- 7. Provide the estimated gas usage for the customers in Question Nos. 4, 5, and 6.
- 8. The stated purpose of the filing is to allow qualified customers to continue to use natural gas in lieu of switching to an alternative fuel.

- a. On what basis was the need for a mechanism to accomplish the stated purpose determined? What empirical studies were relied on?
 - b. What other alternatives were studied?
- c. What analysis indicates that the proposed tariff will accomplish the stated purpose.
- 9. How will the proposal effect residential customers as to:
 - a. pricing
 - b. availability of gas
- 10. How will Columbia review the operation of the tariff? What information or reports will be submitted to the Commission for its review?

Done at Frankfort, Kentucky, this 30th day of August,

1983. PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

Secretary